

**Date:** April 9, 2013  
**To:** Mayor Tom Taylor, Common Council Members  
and Finance Committee Members  
**From:** Calvin A. Patterson, Director of Finance and Treasurer  
**Subject:** Twelve Month 2012 General Fund Financial Report

Attached is the 2012 financial report for the Twelve Months for the City of Franklin.

The following items are included in this report:

General Fund Summary of Revenue and Expenditures	
General Fund Schedules of Revenue by Category and Expenditures by Department/Program	
Debt Service Fund Financial Report	TIF Districts Financial Reports
Library Fund Financial Report	Solid Waste Fund Financial Reports
Capital Outlay Fund Report	Equipment Revolving Fund Financial Report
Street Improvement Fund Financial Report	Self Insurance Fund Financial Report
Post Employment Benefits Trust Report	Sewer Fund Financial Report
Water Utility Financial Report	Development Fund Revenue and Expenditures
Park Commission Revenue and Expenditures	

The comments below highlight some of the General Fund significant accounts and fluctuations.

### **General Fund Revenue**

The 2012 revenue of \$24,167,426 was more than the budget of \$23,647,000 by \$520,426. The significant increases were \$398,847 in DPW revenue due to work done on the S 51<sup>st</sup> Street project and for the Street Improvement Fund, and \$116,048 of Intergovernmental Revenue – chiefly Police Grants. On the Unfavorable side would be investment income off \$207,800 from budget. Declining rates have reduced income on the funds invested.

### **General Fund Expenditures**

The 2012 expenditures of \$23,786,165 was \$92,835 less than the budget of \$23,879,000. Most Departments performed within budget authorizations. However Public Safety (\$37,870) and Culture and Recreation (\$11,831) both exceeded budget. Departments that exceeded their budgets were Elections (Recall primary and General), Property Insurance (premium increases), Fire (overtime issues), and Parks (personal services).

### **Change in Fund Balance of General Fund**

The Fund Balance reflects the net revenue and expense activity for the twelve months. Revenue was up \$520,426 from budget for the year and expenditures were \$92,835 less than budget. The result is a net increase of \$381,261 in the fund balance which is now at 26% of the coming year's expenditures, still within our target range for the fund balance of our general fund.



**Cal Patterson**  
**Director of Finance & Treasurer**

City of Franklin  
General Fund  
Comparative Statement of Revenue, Expenses and Fund Balance  
For the 12 months ended December 31, 2012 and 2011

Revenue	2012	2012	2012	Variance	2011	2011	2011	Variance
	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Favorable (Unfavorable)	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Favorable (Unfavorable)
Property Taxes	\$ 16,226,000	\$ 16,226,000	\$ 16,204,907	\$ (21,093)	\$ 16,980,000	\$ 16,980,000	\$ 16,973,282	\$ (6,718)
Other Taxes	1,675,000	1,675,000	1,769,870	94,870	1,653,000	1,653,000	1,649,438	(3,562)
Intergovernmental Revenue	2,686,000	2,686,000	2,802,048	116,048	2,669,300	2,669,300	2,735,049	65,749
Regulation and Compliance	721,000	721,000	755,027	34,027	718,300	718,300	702,674	(15,626)
Law and Ordinance Violations	407,000	407,000	457,499	50,499	400,000	400,000	433,106	33,106
Public Charges for Services	1,295,000	1,295,000	1,693,847	398,847	1,662,200	1,662,200	1,985,052	322,852
Intergovernmental Charges	125,000	125,000	103,615	(21,385)	250,000	250,000	245,000	(5,000)
Investment Income	421,000	421,000	213,200	(207,800)	247,000	247,000	229,769	(17,231)
Miscellaneous Revenue	91,000	91,000	167,413	76,413	98,200	98,200	142,750	44,550
Transfers from Other Funds	-	-	-	-	-	-	110,543	110,543
<b>Total Revenue</b>	<b>\$ 23,647,000</b>	<b>\$ 23,647,000</b>	<b>\$ 24,167,426</b>	<b>\$ 520,426</b>	<b>\$ 24,678,000</b>	<b>\$ 24,678,000</b>	<b>\$ 25,206,663</b>	<b>\$ 528,663</b>
			102.20%				102.14%	
<b>Expenditures</b>								
General Government	\$ 2,778,178	\$ 2,778,178	\$ 2,631,413	\$ 146,765	\$ 2,800,089	\$ 2,800,089	\$ 2,596,581	\$ 203,508
Public Safety	16,346,632	16,346,632	16,384,502	(37,870)	16,102,386	16,102,386	15,992,111	110,275
Public Works	3,522,351	3,522,351	3,354,748	167,603	4,882,810	4,882,810	4,779,792	103,018
Health and Human Services	650,109	650,109	633,018	17,091	657,270	657,270	623,602	33,668
Other Culture and Recreation	173,009	173,009	184,840	(11,831)	173,180	173,180	165,533	7,647
Conservation and Development	455,221	455,221	377,644	77,577	421,865	421,865	404,756	17,109
Contingency	140,500	140,500	-	140,500	65,900	65,900	-	65,900
Anticipated underexpenditures	(407,000)	(407,000)	-	(407,000)	(406,000)	(406,000)	-	(406,000)
Transfers to Other Funds	220,000	220,000	220,000	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 23,879,000</b>	<b>\$ 23,879,000</b>	<b>\$ 23,786,165</b>	<b>\$ 92,835</b>	<b>\$ 24,697,500</b>	<b>\$ 24,697,500</b>	<b>\$ 24,562,375</b>	<b>\$ 135,125</b>
			99.61%				99.45%	
Excess of revenue over (under) expenditures	(232,000)	(232,000)	381,261	\$ 613,261	(19,500)	(19,500)	644,288	\$ 663,788
Fund balance, beginning of year	6,120,873		6,120,873		5,476,585		5,476,585	
Fund balance, end of period	\$ 5,888,873		\$ 6,502,134		\$ 5,457,085		\$ 6,120,873	

City of Franklin  
General Fund

Comparative Statement of Revenue

For the 12 months ended December 31, 2012 and 2011

Revenue	2012 Amended Budget	2012 Year-to-Date Budget	2012 Year-to-Date Actual	Variance Favorable (Unfavorable)	2011 Amended Budget	2011 Year-to-Date Budget	2011 Year-to-Date Actual	Variance Favorable (Unfavorable)
<b>Taxes:</b>								
General property	\$ 16,226,000	\$ 16,226,000	\$ 16,204,907	\$ (21,093)	\$ 16,980,000	\$ 16,980,000	\$ 16,973,282	\$ (6,718)
Water utility - tax equivalent	1,028,000	1,028,000	1,061,038	33,038	1,036,000	1,036,000	975,702	(60,298)
Cable television franchise fees	470,000	470,000	500,322	30,322	440,000	440,000	472,049	32,049
Mobile Home	27,000	27,000	25,186	(1,814)	27,000	27,000	26,266	(734)
Room tax	150,000	150,000	183,324	33,324	150,000	150,000	175,421	25,421
<b>Total taxes</b>	<b>17,901,000</b>	<b>17,901,000</b>	<b>17,974,777</b>	<b>73,777</b>	<b>18,633,000</b>	<b>18,633,000</b>	<b>18,622,720</b>	<b>(10,280)</b>
<b>Intergovernmental Revenue:</b>								
State shared revenue	475,000	475,000	479,153	4,153	550,000	550,000	553,093	3,093
Expenditure restraint revenue	377,000	377,000	377,334	334	271,000	271,000	270,740	(260)
State computer aid	307,000	307,000	325,343	18,343	38,000	38,000	41,938	3,938
State transportation aids	1,399,000	1,399,000	1,399,148	148	1,554,000	1,554,000	1,554,609	609
Fire insurance dues	115,000	115,000	122,649	7,649	115,000	115,000	114,483	(517)
Recycling grant	-	-	-	-	93,000	93,000	59,818	(33,182)
Other grants	13,000	13,000	98,421	85,421	48,300	48,300	140,368	92,068
<b>Total intergovernmental</b>	<b>2,686,000</b>	<b>2,686,000</b>	<b>2,802,048</b>	<b>116,048</b>	<b>2,669,300</b>	<b>2,669,300</b>	<b>2,735,049</b>	<b>65,749</b>
<b>Regulation and Compliance:</b>								
Licenses	152,000	152,000	159,680	7,680	145,100	145,100	155,551	10,451
Permits	569,000	569,000	585,347	26,347	573,200	573,200	547,123	(26,077)
Fines, forfeitures and penalties	407,000	407,000	457,499	50,499	400,000	400,000	433,106	33,106
<b>Total regulation and compliance</b>	<b>1,128,000</b>	<b>1,128,000</b>	<b>1,212,526</b>	<b>84,526</b>	<b>1,118,300</b>	<b>1,118,300</b>	<b>1,135,780</b>	<b>17,480</b>
<b>Public Charges for Services:</b>								
Planning related fees	45,000	45,000	64,030	19,030	50,800	50,800	49,735	(1,065)
General government	6,200	6,200	11,275	5,075	8,300	8,300	8,543	243
Architectural Board Review	3,300	3,300	6,460	3,160	3,600	3,600	6,485	2,885
Police and related	6,000	6,000	16,914	10,914	6,000	6,000	10,998	4,998
Ambulance services - ALS	430,000	430,000	536,188	106,188	450,000	450,000	481,651	31,651
Ambulance services - BLS	507,000	507,000	442,676	(64,324)	450,000	450,000	424,529	(25,471)
Fire safety training	2,000	2,000	190	(1,810)	2,000	2,000	3,662	1,662
Fire Sprinkler Plan Review	70,000	70,000	79,595	9,595	70,000	70,000	59,045	(10,955)
Fire Inspections	40,000	40,000	42,158	2,158	50,000	50,000	42,881	(7,119)
Quarry reimbursement	40,000	40,000	10,136	(29,864)	-	-	-	-
Weed cutting	15,050	15,050	16,262	1,212	10,050	10,050	16,850	6,800
Engineering fees	5,000	5,000	18,525	13,525	10,000	10,000	20,094	10,094
Public works fees	35,650	35,650	304,737	269,087	35,650	35,650	302,295	266,645
Weights & Measures	6,800	6,800	4,263	(2,537)	6,800	6,800	560	(6,240)
Landfill Operations - Direct	-	-	-	-	-	-	-	-
Landfill Operations - Separate	-	-	-	-	20,000	20,000	18,074	(1,926)
Landfill Operations - Tipping	-	-	-	-	394,000	394,000	451,288	57,288
Landfill Operations - Emerald Park	40,000	40,000	79,460	39,460	40,000	40,000	46,842	6,842
Health Department	43,000	43,000	60,978	17,978	55,000	55,000	41,520	(13,480)
<b>Total charges for services</b>	<b>1,295,000</b>	<b>1,295,000</b>	<b>1,693,847</b>	<b>398,847</b>	<b>1,662,200</b>	<b>1,662,200</b>	<b>1,985,052</b>	<b>322,852</b>

City of Franklin  
General Fund

Comparative Statement of Revenue  
For the 12 months ended December 31, 2012 and 2011

Revenue	2012 Amended Budget	2012 Year-to-Date Budget	2012 Year-to-Date Actual	Variance Favorable (Unfavorable)	2011 Amended Budget	2011 Year-to-Date Budget	2011 Year-to-Date Actual	Variance Favorable (Unfavorable)
<b>Intergovernmental Charges:</b>								
Milwaukee County - paramedics	125,000	125,000	103,615	(21,385)	250,000	250,000	245,000	(5,000)
Franklin School District	-	-	-	-	-	-	-	-
<b>Total intergovernmental charges</b>	<b>125,000</b>	<b>125,000</b>	<b>103,615</b>	<b>(21,385)</b>	<b>250,000</b>	<b>250,000</b>	<b>245,000</b>	<b>(5,000)</b>
<b>Interest Revenue:</b>								
Interest on investments	314,000	314,000	123,658	(190,342)	140,000	140,000	89,964	(50,036)
Market value change on investments	(10,000)	(10,000)	4,156	14,156	(10,000)	(10,000)	14,233	24,233
Interest - tax roll	115,000	115,000	82,157	(32,843)	115,000	115,000	124,052	9,052
Other interest	2,000	2,000	3,229	1,229	2,000	2,000	1,520	(480)
<b>Total interest revenue</b>	<b>421,000</b>	<b>421,000</b>	<b>213,200</b>	<b>(207,800)</b>	<b>247,000</b>	<b>247,000</b>	<b>229,769</b>	<b>(17,231)</b>
<b>Miscellaneous Revenue:</b>								
Rental of property	34,000	34,000	40,624	6,624	34,000	34,000	39,470	5,470
Refunds/reimbursements	30,000	30,000	99,901	69,901	30,000	30,000	61,409	31,409
Insurance dividend	15,000	15,000	-	(15,000)	15,000	15,000	16,360	1,360
Sale of property	3,000	3,000	-	(3,000)	14,600	14,600	21,057	6,457
Other revenue	9,000	9,000	26,888	17,888	4,600	4,600	4,454	(146)
<b>Total miscellaneous revenue</b>	<b>91,000</b>	<b>91,000</b>	<b>167,413</b>	<b>76,413</b>	<b>98,200</b>	<b>98,200</b>	<b>142,750</b>	<b>44,550</b>
<b>Transfer from Other Funds:</b>								
Comprehensive Master Plan Fund	-	-	-	-	-	-	110,543	110,543
<b>Total revenue</b>	<b>\$ 23,647,000</b>	<b>\$ 23,647,000</b>	<b>\$ 24,167,426</b>	<b>\$ 520,426</b>	<b>\$ 24,678,000</b>	<b>\$ 24,678,000</b>	<b>\$ 25,206,663</b>	<b>\$ 528,663</b>
			102.20%				102.14%	

City of Franklin  
General Fund

Comparative Statement of Expenditures

For the 12 months ended December 31, 2012 and 2011

Expenditures	2012		2012		2011		Variance Favorable (Unfavorable)
	Amended Budget	Year-to-Date Actual	Year-to-Date Budget	Year-to-Date Actual	Amended Budget	Year-to-Date Budget	
<b>General Government:</b>							
Mayor & Aldermen	\$ 97,972	\$ 91,450	\$ 97,972	\$ 91,450	\$ 98,353	\$ 98,353	\$ 6,731
Municipal Court	208,824	200,830	208,824	200,830	188,011 A	188,011	(5,408)
City Clerk	314,091	309,991	314,091	309,991	310,964	310,964	8,544
Elections	46,941	81,795	46,941	81,795	22,835	22,835	91
Information Services	327,350	276,991	327,350	276,991	323,400	323,400	31,542
Administration	419,720 A	388,191	419,720	388,191	464,799	464,799	64,545
Finance	510,299	489,965	510,299	489,965	524,703	524,703	45,964
Independent Audit	27,300	28,955	27,300	28,955	33,000	33,000	1,135
Assessor	255,572	199,256	255,572	199,256	256,684	256,684	29,770
Legal Services	290,650	285,657	290,650	285,657	284,200	284,200	4,099
Municipal Buildings	202,309	197,010	202,309	197,010	208,340	208,340	4,893
Property/liability insurance	74,650	82,344	74,650	82,344	72,300	72,300	3,008
Unclassified	2,500	978	2,500	978	12,500	12,500	8,594
<b>Total general government</b>	<b>2,778,178</b>	<b>2,631,413</b>	<b>2,778,178</b>	<b>2,631,413</b>	<b>2,800,089</b>	<b>2,800,089</b>	<b>203,508</b>
<b>Public Safety:</b>							
Police Department	9,329,452	9,203,657	9,329,452	9,203,657	9,113,661 A	9,113,661	120,198
Fire Department	6,029,619	6,245,963	6,029,619	6,245,963	5,922,035 A	5,922,035	(61,573)
Public Fire Protection	304,800	265,870	304,800	265,870	304,800	304,800	34,875
Building Inspection	675,961	662,212	675,961	662,212	755,090	755,090	16,775
Weights and Measures	6,800	6,800	6,800	6,800	6,800	6,800	-
<b>Total public safety</b>	<b>16,346,632</b>	<b>16,384,502</b>	<b>16,346,632</b>	<b>16,384,502</b>	<b>16,102,386</b>	<b>16,102,386</b>	<b>110,275</b>
<b>Public Works:</b>							
Engineering	610,993	591,530	610,993	591,530	597,762	597,762	31,133
Highway	2,558,458	2,433,281	2,558,458	2,433,281	2,535,479	2,535,479	67,429
Refuse collection	-	-	-	-	1,406,019	1,410,038	(4,019)
Street Lighting	337,850 A	315,785	337,850	315,785	333,500 A	333,500	14,100
Weed Control	15,050	14,152	15,050	14,152	10,050	10,050	(5,625)
<b>Total public works</b>	<b>3,522,351</b>	<b>3,354,748</b>	<b>3,522,351</b>	<b>3,354,748</b>	<b>4,882,810</b>	<b>4,882,810</b>	<b>103,018</b>
<b>Health and Human Services:</b>							
Public Health Department	601,059	593,140	601,059	593,140	609,520	609,520	28,560
Animal Control	49,050	39,878	49,050	39,878	47,750	47,750	5,108
<b>Total health and human services</b>	<b>650,109</b>	<b>633,018</b>	<b>650,109</b>	<b>633,018</b>	<b>657,270</b>	<b>657,270</b>	<b>33,668</b>
<b>Culture and Recreation:</b>							
St. Martins Fair	11,000	11,000	11,000	11,000	11,000	11,000	-
Civic Celebrations	13,000	13,000	13,000	13,000	13,000	13,000	-
Senior Travel	15,000	12,235	15,000	12,235	15,000	15,000	4,499
Parks	134,009	148,605	134,009	148,605	134,180	134,180	3,148
<b>Total culture and recreation</b>	<b>173,009</b>	<b>184,840</b>	<b>173,009</b>	<b>184,840</b>	<b>173,180</b>	<b>173,180</b>	<b>7,647</b>

A Represents an amendment to Adopted Budget

City of Franklin  
General Fund

Comparative Statement of Revenue, Expenses and Fund Balance  
For the 12 months ended December 31, 2012 and 2011

Expenditures	2012	2012	2012	2011	2011	2011	2011	2011	Variance
	Amended Budget	Year-to-Date Actual	Favorable (Unfavorable)	Amended Budget	Year-to-Date Budget	Year-to-Date Actual	Year-to-Date Actual	Year-to-Date Actual	Favorable (Unfavorable)
<b>Conservation and Development:</b>									
Planning	410,921 A	369,254	41,667	407,865	407,865	395,766	395,766	12,099	
Economic Development	44,300 A	8,390	35,910	14,000	14,000	8,990	8,990	5,010	
Total conservation and development	455,221	377,644	77,577	421,865	421,865	404,756	404,756	17,109	
<b>Contingency:</b>									
Restricted - other	- A	-	-	19,400 A	19,400	-	-	19,400	
Unrestricted	140,500 A	-	140,500	46,500 A	46,500	-	-	46,500	
Total contingency	140,500	-	140,500	65,900	65,900	-	-	65,900	
<b>Anticipated underexpenditures</b>	<b>(407,000)</b>	<b>-</b>	<b>(407,000)</b>	<b>(406,000)</b>	<b>(406,000)</b>	<b>-</b>	<b>-</b>	<b>(406,000)</b>	
<b>Transfers to other funds:</b>									
Capital Improvement Fund	220,000 A	220,000	-	-	-	-	-	-	
Total transfers to other funds	220,000	220,000	-	-	-	-	-	-	
<b>Total expenditures</b>	<b>\$ 23,879,000</b>	<b>\$ 23,786,165</b>	<b>\$ 92,835</b>	<b>\$ 24,697,500</b>	<b>\$ 24,697,500</b>	<b>\$ 24,562,375</b>	<b>\$ 24,562,375</b>	<b>\$ 135,125</b>	
		99.61%				99.45%			

A Represents an amendment to Adopted Budget

**BALANCE SHEET**

**ASSETS**

Cash and investments	\$ 6,875,225	2011 Year Actual	\$ 5,299,747
Accounts receivable	460,114		610,491
Taxes receivable	16,412,317		16,298,238
Due from other funds	323,923		1,496,235
Due from other governments	20,910		31,997
Prepaid expenditures	21,828		31,069
Inventories	41,108		24,751
<b>Total Assets</b>	<b>\$ 24,155,425</b>		<b>\$ 23,792,528</b>

**LIABILITIES**

Accounts payable	\$ 400,317		\$ 742,068
Accrued liabilities	507,838		308,637
Due to other funds	25,011		20
Due to other governments	90,699		79,711
Special deposits	253,570		282,669
Deferred revenue	16,375,856		16,258,550
<b>Total Liabilities</b>	<b>17,653,291</b>		<b>17,671,655</b>

**FUND BALANCES**

Nonspendable - inventories and prepaid expenditures	62,936		55,820
Unassigned	6,439,198		6,065,053
Total fund balances	6,502,134		6,120,873
<b>Total Liabilities and fund balances</b>	<b>\$ 24,155,425</b>		<b>\$ 23,792,528</b>

**City of Franklin  
Debt Service Funds  
Balance Sheet  
December 31, 2012 and 2011**

	2012 Special Assessment	2012 Debt Service	2012 Total	2011 Total Debt Service
<b>Assets</b>				
Cash and investments	\$ 366,772	\$ 25,392	\$ 392,164	\$ 149,666
Taxes receivable	166,568	1,650,000	1,816,568	1,957,089
Internal Advances to TIF Districts	-	-	-	3,738,000
Special assessment receivable	270,575	-	270,575	413,275
Total Assets	<u>\$ 803,915</u>	<u>\$ 1,675,392</u>	<u>\$ 2,479,307</u>	<u>\$ 6,258,030</u>
<b>Liabilities and Fund Balance</b>				
Deferred revenue	\$ 270,575	\$ 1,650,000	\$ 1,920,575	\$ 2,163,275
Due to other funds	-	3,112,000	3,112,000	-
Unassigned fund balance	533,340	(3,086,608)	(2,553,268)	4,094,755
Total Liabilities and Fund Balance	<u>\$ 803,915</u>	<u>\$ 1,675,392</u>	<u>\$ 2,479,307</u>	<u>\$ 6,258,030</u>

**Statement of Revenue, Expenses and Fund Balance  
For the Twelve months ended December 31, 2012 and 2011**

	2012 Special Assessment	2012 Debt Service	2012 Year-to-Date Actual	2012 Annual Budget	Variance Favorable (Unfavorable)	Total Year Actual	Total Annual Budget	Variance Favorable (Unfavorable)
<b>Revenue</b>								
Property Taxes	\$ -	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	\$ -	\$ 1,900,000	\$ 1,900,000	\$ -
Special Assessments	142,700	-	142,700	-	142,700	460,589	-	460,589
Investment Income	33,885	-	33,885	-	33,885	8,133	-	8,133
Interfund Interest Income	-	28,363	28,363	143,623	(115,260)	259,151	174,163	84,988
Total Revenue	<u>176,585</u>	<u>1,778,363</u>	<u>1,954,948</u>	<u>1,893,623</u>	<u>61,325</u>	<u>2,627,873</u>	<u>2,074,163</u>	<u>553,710</u>
<b>Expenditures:</b>								
Debt Service:								
Principal	-	8,170,000	8,170,000	8,170,000	-	1,055,000	1,055,000	-
Interest	-	594,318	594,318	693,652	99,334	674,508	674,511	3
Total expenditures	<u>-</u>	<u>8,764,318</u>	<u>8,764,318</u>	<u>8,863,652</u>	<u>99,334</u>	<u>1,729,508</u>	<u>1,729,511</u>	<u>3</u>
Transfers in	-	161,347	161,347	311,000	149,653	605,344	605,348	4
Transfers out	-	-	-	-	-	(430,232)	-	430,232
Net change in fund balances	<u>176,585</u>	<u>(6,824,608)</u>	<u>(6,648,023)</u>	<u>(6,659,029)</u>	<u>310,312</u>	<u>1,073,477</u>	<u>950,000</u>	<u>983,949</u>
Fund balance, beginning of year	356,755	3,738,000	4,094,755	4,094,755	-	3,021,278	3,021,278	-
Fund balance, end of period	<u>\$ 533,340</u>	<u>\$ (3,086,608)</u>	<u>\$ (2,553,268)</u>	<u>\$ (2,564,274)</u>	<u>\$ (2,564,274)</u>	<u>\$ 4,094,755</u>	<u>\$ 3,971,278</u>	<u>\$ 4,094,755</u>

**City of Franklin**  
**Tax Increment Financing Districts #3**  
**Balance Sheet**  
**December 31, 2012 & 2011**

<u><b>Assets</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
Cash and investments	\$ 14,224	\$ 556,033
Interest receivable	44,622	48,880
Notes receivable	6,865,000	7,520,000
Taxes receivable	1,547,835	1,650,483
Total Assets	<u>\$ 8,471,681</u>	<u>\$ 9,775,396</u>
<u><b>Liabilities and Fund Balance</b></u>		
Accounts payable	\$ 16,863	\$ 3,129
Deferred revenue	1,592,457	1,699,363
Line of Credit Advance from Other Funds	-	-
Nonspendable fund balance - note receivable	6,865,000	7,520,000
Restricted fund balance	-	552,904
Unassigned fund balance	(2,639)	-
Total Fund Balance	<u>6,862,361</u>	<u>8,072,904</u>
Total Liabilities and Fund Balance	<u>\$ 8,471,681</u>	<u>\$ 9,775,396</u>

**Statement of Revenue, Expenses and Fund Balance**  
**For the Twelve months ended December 31, 2012 & 2011**

<u>Revenue</u>	<u>2012 Annual Forecast</u>	<u>2012 Year-to-Date Forecast</u>	<u>2012 Year-to-Date Actual</u>	<u>2011 Year Actual</u>
General property tax levy	\$ 1,705,900	\$ 1,705,900	\$ 1,650,483	\$ 1,407,207
State exempt computer aid	317,100	317,100	282,085	333,786
Investment Income	156,900	156,900	145,757	164,226
Transfer from other funds	-	-	-	-
Total revenue	<u>2,179,900</u>	<u>2,179,900</u>	<u>2,078,325</u>	<u>1,905,219</u>
<b>Expenditures:</b>				
Debt service principal	2,655,000	2,655,000	2,655,000	1,640,000
Debt service interest & fees	606,900	606,900	596,392	675,943
Administrative expenses	29,000	29,000	12,116	9,986
Capital outlays	-	-	25,360	9,683
Total expenditures	<u>3,290,900</u>	<u>3,290,900</u>	<u>3,288,868</u>	<u>2,335,612</u>
	(1,111,000)	(1,111,000)	(1,210,543)	(430,393)
Fund balance, beginning of year	<u>8,072,904</u>		<u>8,072,904</u>	<u>8,503,297</u>
Fund balance, end of period	<u>\$ 6,961,904</u>		<u>\$ 6,862,361</u>	<u>\$ 8,072,904</u>



**City of Franklin**  
**Tax Increment Financing Districts #4**  
**Balance Sheet**  
**December 31, 2012 & 2011**

<b><u>Assets</u></b>	<b>2012</b>	<b>2011</b>
Cash and investments	\$ 187,498	\$ 82,103
Interfund advance	-	-
Developer receivable	16,724	7,314
Taxes receivable	815,923	909,841
Total Assets	<u>\$ 1,020,145</u>	<u>\$ 999,258</u>
<b><u>Liabilities and Fund Balance</u></b>		
Accounts payable	\$ 16,724	\$ 14,628
Deferred revenue	815,923	909,841
Interfund Advance from Development	3,038,000	-
Interfund Advance from Debt Service	-	3,738,000
Unassigned Fund balance	(2,850,502)	(3,663,211)
Total Liabilities and Fund Balance	<u>\$ 1,020,145</u>	<u>\$ 999,258</u>

**Statement of Revenue, Expenses and Fund Balance**  
**For the Twelve months ended December 31, 2012 & 2011**

<b>Revenue</b>	<b>2012 Annual Forecast</b>	<b>2012 Year-to-Date Forecast</b>	<b>2012 Year-to-Date Actual</b>	<b>2011 Year Actual</b>
General property tax levy	\$ 909,800	\$ 909,800	\$ 909,841	\$ 836,103
State exempt computer aid	56,200	56,200	57,003	59,197
Investment Income	2,200	2,200	3,800	5,849
Total revenue	<u>968,200</u>	<u>968,200</u>	<u>970,644</u>	<u>901,149</u>
<b>Expenditures:</b>				
Transfer to Other Funds	-	-	-	359,491
Debt service/interfund interest	146,000	146,000	144,248	174,163
Administrative expenses	15,000	15,000	13,687	9,986
Capital outlays	-	-	-	11,290
Total expenditures	<u>161,000</u>	<u>161,000</u>	<u>157,935</u>	<u>554,930</u>
Revenue over (under) expenditures	807,200	<u>\$ 807,200</u>	812,709	346,219
Fund balance, beginning of year	<u>(3,663,211)</u>		<u>(3,663,211)</u>	<u>(4,009,430)</u>
Fund balance, end of period	<u>\$ (2,856,011)</u>		<u>\$ (2,850,502)</u>	<u>\$ (3,663,211)</u>

City of Franklin  
Library Fund  
Balance Sheet  
December 31, 2012 and 2011

	Operating		Restricted	
	2012	2011	2012	2011
<b>Assets</b>				
Cash and investments	\$ 325,857	\$ 303,995	\$ 104,749	\$ 105,014
Accrued receivables	113,352	121,908	-	-
Taxes receivable	1,240,000	1,222,000		
Prepaid expenses	8,450	8,362	12,600	1,351
Total Assets	<u>\$ 1,687,659</u>	<u>\$ 1,656,265</u>	<u>\$ 117,349</u>	<u>\$ 106,365</u>
<b>Liabilities and Fund Balance</b>				
Accounts payable	\$ 14,799	\$ 32,725	\$ 278	\$ 345
Accrued salaries & wages	8,107	5,374	-	-
Deferred revenue	1,240,000	1,222,000	-	-
Nonspendable fund balance	8,450	-	12,600	-
Assigned fund balance	416,303	396,166	104,471	106,020
Total Liabilities and Fund Balance	<u>\$ 1,687,659</u>	<u>\$ 1,656,265</u>	<u>\$ 117,349</u>	<u>\$ 106,365</u>

Statement of Revenue, Expenses and Fund Balance - Operating Fund  
For the Twelve months ended December 31, 2012 and 2011

	2012	2012	2012	Variance	2011	2011	Variance
	Annual Budget	Year-to-Date Budget	Year-to-Date Actual	Favorable (Unfavorable)	Annual Budget	Year-to-Date Budget	Favorable (Unfavorable)
<b>Revenue</b>							
Property taxes	\$ 1,222,000	\$ 1,222,000	\$ 1,222,000	\$ -	\$ 1,175,000	\$ 1,175,000	\$ -
Reciprocal borrowing (restricted)	50,000	50,000	113,352	63,352	50,000	121,908	71,908
Investment income	16,000	16,000	10,203	(5,797)	20,000	11,387	(8,613)
Total Revenue	<u>1,288,000</u>	<u>1,288,000</u>	<u>1,345,555</u>	<u>57,555</u>	<u>1,245,000</u>	<u>1,308,295</u>	<u>63,295</u>
<b>Expenditures:</b>							
Salaries and benefits	877,445	877,445	876,875	570	883,473	877,705	5,768
Contractual services	15,750	15,750	18,692	(2,942)	15,350	12,434	2,916
Supplies	35,600	35,600	33,709	1,891	31,500	37,944	(6,444)
Services and charges	42,250	42,250	43,426	(1,176)	33,950	35,799	(1,849)
Facility charges	243,050	243,050	229,256	13,794	254,000	243,951	10,049
Capital outlay	143,850	143,850	115,010	28,840	97,000	94,979	2,021
Total expenditures	<u>1,357,945</u>	<u>1,357,945</u>	<u>1,316,968</u>	<u>40,977</u>	<u>1,315,273</u>	<u>1,302,812</u>	<u>12,461</u>
Revenue over (under) expenditures	(69,945)	(69,945)	28,587	98,532	(70,273)	(70,273)	5,483
Fund balance, beginning of year	396,166	396,166	396,166		390,683	390,683	
Fund balance, end of period	<u>\$ 326,221</u>	<u>\$ 326,221</u>	<u>\$ 424,753</u>		<u>\$ 320,410</u>	<u>\$ 396,166</u>	

**City of Franklin  
Solid Waste Collection Fund  
Balance Sheet  
December 31, 2012**

<u>Assets</u>	<u>2012</u>
Cash and investments	\$ 229,865
User fees receivable	1,157,104
Accrued Receivables	26,821
<b>Total Assets</b>	<b><u>\$ 1,413,790</u></b>
<u>Liabilities and Fund Balance</u>	
Accounts payable	\$ 155,823
Accrued salaries & wages	317
Deferred Revenue	1,157,104
Restricted fund balance	100,546
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 1,413,790</u></b>

**Statement of Revenue, Expenses and Fund Balance  
For the Twelve months ended December 31, 2012**

<u>Revenue</u>	<u>2012 Annual Budget</u>	<u>2012 Year-to-Date Budget</u>	<u>2012 Year-to-Date Actual</u>
Grants	\$ 59,000	\$ 59,000	\$ 69,291
User Fees	1,131,000	1,131,000	1,145,976
Landfill Operations-tippage	394,000	394,000	360,232
Investment Income	-	-	7,732
Sale of Recycling Bins	2,000	2,000	1,427
Sale of Recyclables	5,000	5,000	9,707
<b>Total Revenue</b>	<b><u>1,591,000</u></b>	<b><u>1,591,000</u></b>	<b><u>1,594,365</u></b>
<b>Expenditures:</b>			
Personal Services	22,850	22,850	27,369
Refuse Collection	652,600	652,600	632,923
Recycling Collection	307,300	307,300	310,072
Leaf & Brush Pickups	53,600	53,600	51,321
Tippage Fees	473,500	473,500	466,539
Miscellaneous	2,150	2,150	3,120
Printing	-	-	2,475
<b>Total expenditures</b>	<b><u>1,512,000</u></b>	<b><u>1,512,000</u></b>	<b><u>1,493,819</u></b>
Revenue over (under) expenditures	79,000	<u>79,000</u>	100,546
Fund balance, beginning of year	-	-	-
Fund balance, end of period	<b><u>\$ 79,000</u></b>	<b><u>\$ 100,546</u></b>	<b><u>\$ 100,546</u></b>

**City of Franklin  
Capital Outlay Fund  
Balance Sheet  
December 31, 2012 & Decmeber 31, 2011**

<u>Assets</u>	<u>2012</u>	<u>2011</u>
Cash and investments	\$ 380,284	\$ 417,383
Taxes receivable	394,000	384,000
Accrued Receivables	1,514	-
<b>Total Assets</b>	<b><u>\$ 775,798</u></b>	<b><u>\$ 801,383</u></b>
<u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 38,126	\$ 73,577
Miscellaneous claims payable	8,539	17,079
Deferred Revenue	394,000	384,000
Assigned fund balance	335,133	326,727
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 775,798</u></b>	<b><u>\$ 801,383</u></b>

**Statement of Revenue, Expenses and Fund Balance  
For the Twelve months ended December 31, 2012 & 2011**

<u>Revenue</u>	<u>2012 Annual Budget</u>	<u>2012 Year-to-Date Budget</u>	<u>2012 Year-to-Date Actual</u>	<u>2011 Year Actual</u>
Property Taxes	\$ 384,000	\$ 384,000	\$ 384,000	\$ 380,000
Grants	-	-	1,630	6,119
Landfill Siting	100,000	100,000	100,000	100,000
Investment Income	10,000	10,000	5,474	7,510
Miscellaneous Revenue	35,000	35,000	38,946	57,583
<b>Total Revenue</b>	<b><u>529,000</u></b>	<b><u>529,000</u></b>	<b><u>530,050</u></b>	<b><u>551,212</u></b>
<b>Expenditures:</b>				
General Government	75,550	75,550	57,905	104,920
Public Safety	370,350	370,350	380,251	454,013
Public Works	63,500	63,500	65,759	65,216
Culture and Recreation	16,500	16,500	16,729	19,982
Conservation and Development	1,600	1,600	1,000	1,645
Contingency	28,550	28,550	-	-
<b>Total expenditures</b>	<b><u>556,050</u></b>	<b><u>556,050</u></b>	<b><u>521,644</u></b>	<b><u>645,776</u></b>
Revenue over (under) expenditures	(27,050)	<u>(27,050)</u>	8,406	(94,564)
Fund balance, beginning of year	<u>326,727</u>		<u>326,727</u>	<u>421,291</u>
Fund balance, end of period	<b><u>\$ 299,677</u></b>		<b><u>\$ 335,133</u></b>	<b><u>\$ 326,727</u></b>

**City of Franklin  
Equipment Revolving Fund  
Comparative Balance Sheet  
December 31, 2012 & 2011**

<u>Assets</u>	<u>2012</u>	<u>2011</u>
Cash and investments	\$ 1,766,726	\$ 1,525,468
Taxes receivable	285,000	281,000
<b>Total Assets</b>	<b><u>\$ 2,051,726</u></b>	<b><u>\$ 1,806,468</u></b>
 <u>Liabilities and Fund Balance</u>		
Accounts payable	\$ 31	\$ 7,850
Deferred revenue	285,000	281,000
Assigned fund balance	1,766,695	1,517,618
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 2,051,726</u></b>	<b><u>\$ 1,806,468</u></b>

**Comparative Statement of Revenue, Expenses and Fund Balance  
For the Twelve months ended December 31, 2012 and 2011**

	<u>2012 Adopted Budget</u>	<u>2012 Year-to-Date Actual</u>	<u>2011 Year-to-Date Actual</u>
<b>Revenue:</b>			
Property Taxes	\$ 281,000	\$ 281,000	\$ 130,000
Landfill	150,000	150,000	150,000
Investment Income	20,000	20,062	22,427
Property Sales	10,000	17,025	30,462
Refunds/Reimbursements	-	2,075	-
Miscellaneous Revenue-Close out TID #2	-	134,091	-
Transfers From Other Funds	-	173,540	-
<b>Total revenue</b>	<b><u>461,000</u></b>	<b><u>777,793</u></b>	<b><u>332,889</u></b>
<b>Expenditures:</b>			
Fire Department			
Ambulance	<u>170,800</u>	<u>170,627</u>	<u>-</u>
Building Inspection Department			
Jeeps (2)	<u>58,000</u>	<u>47,739</u>	<u>40,602</u>
Highway Department			
Pickup trucks (2), 4x4, # 708 & 709	-	-	35,269
Single axle dump truck w/ plow, wing & salt spreader # 732	159,500	159,479	-
Skid steer	38,000	42,285	-
Brush chipper	55,000	55,202	149,447
Large area mower w/ trailer	58,000	53,384	70,685
<b>Total Highway Department</b>	<b><u>310,500</u></b>	<b><u>310,350</u></b>	<b><u>255,401</u></b>
<b>Total expenditures</b>	<b><u>539,300</u></b>	<b><u>528,716</u></b>	<b><u>296,003</u></b>
Revenue over (under) expenditures	(78,300)	249,077	36,886
Fund balance, beginning of year	<u>1,517,618</u>	<u>1,517,618</u>	<u>1,480,732</u>
<b>Fund balance, end of period</b>	<b><u>\$ 1,439,318</u></b>	<b><u>\$ 1,766,695</u></b>	<b><u>\$ 1,517,618</u></b>

E Represents an encumbrance to Adopted Budget

**City of Franklin  
Street Improvement Fund  
Balance Sheet  
December 31, 2012 & 2011**

<u><b>Assets</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
Cash and investments	\$ 272,600	\$ 619,340
Taxes receivable	610,000	604,000
Accrued receivables	104,275	
<b>Total Assets</b>	<u><u>\$ 986,875</u></u>	<u><u>\$ 1,223,340</u></u>
<u><b>Liabilities and Fund Balance</b></u>		
Accounts payable	\$ 27,551	\$ 338,169
Deferred revenue	610,000	604,000
Assigned fund balance	349,324	281,171
<b>Total Liabilities and Fund Balance</b>	<u><u>\$ 986,875</u></u>	<u><u>\$ 1,223,340</u></u>

**Statement of Revenue, Expenses and Fund Balance  
For the Twelve months ended December 31, 2012 & 2011**

	<u><b>2012 Adopted Budget</b></u>	<u><b>2012 Year-to-Date Totals</b></u>	<u><b>2011 Year Totals</b></u>
<b>Revenue:</b>			
Property Taxes	\$ 604,000	\$ 604,000	\$ 400,000
Landfill Siting	200,000	200,000	200,000
Investment Income	20,000	10,523	12,598
Local Road Improvement Aids	78,000	156,184	-
Miscellaneous Revenue	-	50,445	-
Miscellaneous Revenue-Close out TID #2	-	134,091	-
<b>Total revenue</b>	<u>902,000</u>	<u>1,155,243</u>	<u>612,598</u>
<b>Expenditures:</b>			
Street Reconstruction Program - Current Year	620,000	719,095	670,423
Transfer to General Fund	-	193,273	37,690
Transfer to Equipment Revolving Fund	-	173,540	-
Street Reconstruction Program - Prior Year	-	1,182	40,235
<b>Total expenditures</b>	<u>620,000</u>	<u>1,087,090</u>	<u>748,348</u>
Revenue over (under) expenditures	282,000	68,153	(135,750)
Fund balance, beginning of year	281,171	281,171	416,921
<b>Fund balance, end of period</b>	<u><u>\$ 563,171</u></u>	<u><u>\$ 349,324</u></u>	<u><u>\$ 281,171</u></u>

**City of Franklin**  
**Self Insurance Fund - Actives**  
**Balance Sheet**  
**December 31, 2012 & December 31, 2011**

<u>Assets</u>	<u>2012</u>	<u>2011</u>
Cash and investments	\$ 172,153	\$ 3,104,039
Accounts receivable	215,254	117,359
Interfund advance receivable	3,038,000	-
Prepaid expenses	-	459
<b>Total Assets</b>	<b><u>\$ 3,425,407</u></b>	<b><u>\$ 3,221,857</u></b>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 43,787	\$ 45,931
Claims payable	352,000	318,000
Special deposits	719	63
Unrestricted net assets	3,028,901	2,857,863
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 3,425,407</u></b>	<b><u>\$ 3,221,857</u></b>

**City of Franklin Self Insurance Fund - Actives**  
**Statement of Revenue, Expenses and Fund Balance**  
**For the Twelve months ended December 31, 2012 & 2011**

<u>Revenue</u>	<u>2012</u> <u>Forecast</u>	<u>2012</u> <u>Year-to-Date</u> <u>Forecast</u>	<u>2012</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2011</u> <u>Year</u> <u>Actual</u>
Medical Premiums-City	\$ 3,271,000	\$ 3,271,000	\$ 3,275,938	\$ 3,350,865
Medical Premiums-Employee	401,000	401,000	375,312	321,573
Other - Investment Income, etc.	50,000	50,000	127,212	39,283
Medical Revenue	<u>3,722,000</u>	<u>3,722,000</u>	<u>3,778,462</u>	<u>3,711,721</u>
Dental Premiums-City	93,000	93,000	92,685	92,152
Dental Premiums-Retirees	7,000	7,000	5,431	5,772
Dental Premiums-Employee	61,000	61,000	58,730	61,098
Dental Revenue	<u>161,000</u>	<u>161,000</u>	<u>156,846</u>	<u>159,022</u>
<b>Total Revenue</b>	<b><u>3,883,000</u></b>	<b><u>3,883,000</u></b>	<b><u>3,935,308</u></b>	<b><u>3,870,743</u></b>
<b>Expenditures:</b>				
<b>Active Employees-Medical</b>				
Medical claims - Current Year	2,775,000	2,775,000	2,587,303	2,480,905
Medical claims - Prior Year	-	-	319,825	189,971
Prescription drug claims	325,000	325,000	385,296	304,527
Refunds-Stop Loss Coverage	(150,000)	(150,000)	(405,559)	(658,416)
Total Claims-Actives	<u>2,950,000</u>	<u>2,950,000</u>	<u>2,886,865</u>	<u>2,316,987</u>
Medical Claim Fees	152,000	152,000	151,697	151,471
Miscellaneous Wellness	18,000	18,000	1,986	251
Section 125 administration Fee	7,000	7,000	5,557	5,571
Stop Loss Premiums	545,000	545,000	552,787	616,682
Total Medical Costs-Actives	<u>3,672,000</u>	<u>3,672,000</u>	<u>3,598,892</u>	<u>3,090,962</u>
Retiree Implicit Rate Subsidy	50,000	50,000	-	(4,135)
Total Medical Costs	<u>3,722,000</u>	<u>3,722,000</u>	<u>3,598,892</u>	<u>3,086,827</u>
<b>Active Employees-Dental</b>				
Dental claims - Current Year	148,000	148,000	137,305	140,307
Dental claims - Prior Year	-	-	13,798	6,388
Dental Claim Fees	5,500	5,500	5,263	5,335
Total Dental Costs-Actives	<u>153,500</u>	<u>153,500</u>	<u>156,366</u>	<u>152,030</u>
<b>Retirees-Dental</b>				
Dental claims - Current Year	7,300	7,300	7,648	5,798
Dental claims - Prior Year	-	-	1,225	220
Dental Claim Fees	200	200	139	162
Total Dental Costs-Retirees	<u>7,500</u>	<u>7,500</u>	<u>9,012</u>	<u>6,180</u>
Total Dental Costs	<u>161,000</u>	<u>161,000</u>	<u>165,378</u>	<u>158,210</u>
<b>Total Expenditures</b>	<b><u>3,883,000</u></b>	<b><u>3,883,000</u></b>	<b><u>3,764,270</u></b>	<b><u>3,245,037</u></b>
Revenue over (under) expenditures	-	<u>\$ -</u>	171,038	625,706
Net assets, beginning of year	<u>2,857,863</u>		<u>2,857,863</u>	<u>2,232,157</u>
Net assets, end of period	<b><u>\$ 2,857,863</u></b>		<b><u>\$ 3,028,901</u></b>	<b><u>\$ 2,857,863</u></b>

**City of Franklin**  
**City of Franklin Post Employment Benefits Trust**  
**Balance Sheet**  
**December 31, 2012 and 2011**

<u>Assets</u>	<u>2012</u>	<u>2011</u>
Cash and investments	\$ 511,445	\$ 46,159
Investments held in trust	2,894,814	2,412,874
Accounts receivable	3,587	3,825
<b>Total Assets</b>	<b>\$ 3,409,846</b>	<b>\$ 2,462,858</b>
<u>Liabilities and Net Assets</u>		
Accounts payable	\$ 9,192	\$ 17,927
Claims payable	24,500	12,000
Net assets held in trust for post employment benefits	3,376,154	2,432,931
<b>Total Liabilities and Fund Balance</b>	<b>\$ 3,409,846</b>	<b>\$ 2,462,858</b>

**City of Franklin Post Employment Benefits Trust**  
**Statement of Revenue, Expenses and Fund Balance**  
**For the Twelve months ended December 31, 2012 and 2011**

<u>Revenue</u>	<u>2012</u> <u>Forecast</u>	<u>2012</u> <u>Year-to-Date</u> <u>Forecast</u>	<u>2012</u> <u>Year-to-Date</u> <u>Actual</u>	<u>2011</u> <u>Year</u> <u>Actual</u>
ARC Medical Charges - City	\$ 173,000	\$ 173,000	\$ 163,802	\$ 170,147
Annual Required Contribution-Net	607,000	607,000	593,357	602,963
Medical Charges - Retirees	132,000	132,000	103,474	130,977
Implicit Rate Subsidy	50,000	50,000	72,461	45,292
Other - Investment Income, etc.	54,000	54,000	346,962	(266,480)
Medical Revenue	<u>1,016,000</u>	<u>1,016,000</u>	<u>1,280,056</u>	<u>682,899</u>
<b>Expenditures:</b>				
<b>Retirees-Medical</b>				
Medical claims - Current Year	174,000	174,000	145,021	152,386
Medical claims - Prior Year	-	-	17,873	14,088
Prescription drug claims	130,000	130,000	124,495	130,754
Refunds-Stop Loss Coverage	-	-	-	-
Total Claims-Retirees	<u>304,000</u>	<u>304,000</u>	<u>287,389</u>	<u>297,228</u>
Medical Claim Fees	7,000	7,000	6,960	7,419
Stop Loss Premiums	48,000	48,000	42,484	49,577
Total Medical Costs-Retirees	<u>359,000</u>	<u>359,000</u>	<u>336,833</u>	<u>354,224</u>
Revenue over (under) expenditures	657,000	<u>657,000</u>	943,223	328,675
Net assets, beginning of year	<u>2,432,931</u>		<u>2,432,931</u>	<u>2,104,256</u>
Net assets, end of period	<u>\$ 3,089,931</u>		<u>\$ 3,376,154</u>	<u>\$ 2,432,931</u>



**City of Franklin  
Sanitary Sewer Fund  
Comparative Balance Sheet  
December 31, 2012 & 2011**

	<u>2012</u>	<u>2011</u>
<b><u>Assets</u></b>		
Current assets:		
Cash and investments	\$ 1,683,815	\$ 374,678
Accounts receivable	812,579	845,473
Accrued receivables	101,489	8,205
Taxes receivable	131,668	137,176
Due from Franklin Water Utility	50,086	146,338
Total current assets	<u>2,779,637</u>	<u>1,511,870</u>
Non current assets:		
Due from MMSD	23,999,948	2,944,586
Sanitary Sewer plant in service:		
Land	358,340	358,340
Buildings and improvements	1,605,333	1,593,314
Improvements other than buildings	53,255,869	53,255,869
Machinery and equipment	683,981	676,733
Construction in progress	50,032	27,200
	<u>55,953,555</u>	<u>55,911,456</u>
Less accumulated depreciation	<u>(12,297,629)</u>	<u>(11,665,714)</u>
Net sanitary sewer plant in service	<u>43,655,926</u>	<u>44,245,742</u>
Total Assets	<u><u>\$ 70,435,511</u></u>	<u><u>\$ 48,702,198</u></u>
<b><u>Liabilities and Net Assets</u></b>		
Current liabilities:		
Accounts payable	\$ 1,842,726	\$ 1,093,405
Accrued liabilities	377,960	32,181
Due to Franklin Water Utility	18,329	16,316
Due to General Fund	-	1,240,000
Total current liabilities	<u>2,239,015</u>	<u>2,381,902</u>
Non current liabilities:		
Accrued compensated absences	52,775	63,297
General Obligation Notes payable - CWF	22,064,833	-
Total liabilities	<u>24,356,623</u>	<u>2,445,199</u>
Net Assets:		
Invested in capital assets, net of related debt	43,655,926	44,245,742
Sewer equipment replacement	334,508	293,844
Retained earnings	2,088,454	1,717,413
Total net assets	<u>46,078,888</u>	<u>46,256,999</u>
Total Liabilities and Net Assets	<u><u>\$ 70,435,511</u></u>	<u><u>\$ 48,702,198</u></u>

**City of Franklin**  
**Sanitary Sewer Fund**  
**Statement of Revenue, Expenditures,**  
**and Changes in Net Assets**  
**For the period ended December 31, 2012 and 2011**

	2012 Adopted Budget	2012 Year-to-Date Budget	Current Year-to-Date Totals	Prior Year-to-Date Totals
<b>Operating Revenue</b>				
Residential	\$ 1,906,000	\$ 1,906,000	\$ 1,776,841	\$ 1,792,900
Commercial	820,000	820,000	842,737	816,592
Industrial	268,000	268,000	308,059	310,552
Public Authority	206,000	206,000	176,520	161,927
Penalties/Other	40,000	40,000	37,903	42,815
<b>Total Operating Revenue</b>	<u>3,240,000</u>	<u>3,240,000</u>	<u>3,142,060</u>	<u>3,124,786</u>
<b>Operating Expenditures</b>				
Salaries and benefits	\$ 490,405	\$ 490,405	\$ 470,133	\$ 464,662
Contractual services	82,500	82,500	84,414	76,478
Supplies	92,150	92,150	84,526	86,075
Facility charges	44,950	44,950	39,182	41,589
Shared meter costs	10,000	10,000	5,242	6,876
Sewer service - MMSD	1,965,800	1,965,800	1,844,370	1,895,258
Other operating costs	19,695	19,695	22,199	15,906
Allocated expenses	106,300	106,300	102,213	102,400
Sewer improvements	150,000	150,000	51,300	31,317
Sewer relocation	-	-	44	4,965
Depreciation	70,200	70,200	63,017	71,064
<b>Total operating expenditures</b>	<u>3,032,000</u>	<u>3,032,000</u>	<u>2,766,640</u>	<u>2,796,590</u>
<b>Operating Income (Loss)</b>	208,000	208,000	375,420	328,196
<b>Non-Operating Revenue (Expenditures)</b>				
Miscellaneous income	3,000	3,000	2,772	13,894
Property sale	-	-	-	1,725
Investment income	315,000	315,000	320,477	23,102
Interest expense	(300,000)	(300,000)	(296,958)	-
<b>Total non-operating revenue (expenditures)</b>	<u>18,000</u>	<u>18,000</u>	<u>26,291</u>	<u>38,721</u>
<b>Income (Loss) before Capital Contributions</b>	<u>226,000</u>	<u>226,000</u>	<u>401,711</u>	<u>366,917</u>
Retained Earnings- Beginning	2,011,257	2,011,257	2,011,257	1,036,615
Transfer (to) from Invested in Capital Assets	(1,430,450)	(1,430,450)	9,994	607,725
<b>Retained Earnings- Ending</b>	<u>806,807</u>	<u>806,807</u>	<u>2,422,962</u>	<u>2,011,257</u>
<b>Capital Contributions</b>	600,000	-	-	-
Depreciation - CIAC	(586,000)	(586,000)	(579,822)	(579,822)
Transfer (to) from Retained Earnings	1,430,450	1,430,450	(9,994)	(607,725)
Change in Net Investment in Capital Assets	<u>1,444,450</u>	<u>844,450</u>	<u>(589,816)</u>	<u>(1,187,547)</u>
Net Investment in Capital Assets-Beginning	<u>44,245,742</u>	<u>44,245,742</u>	<u>44,245,742</u>	<u>45,433,289</u>
<b>Net Investment in Capital Assets-Ending</b>	<u>45,690,192</u>	<u>45,090,192</u>	<u>43,655,926</u>	<u>44,245,742</u>
<b>Total net assets</b>	<u>\$ 46,496,999</u>	<u>\$ 45,896,999</u>	<u>\$ 46,078,888</u>	<u>\$ 46,256,999</u>

**City of Franklin  
Sanitary Sewer Fund  
Statement of Cash Flows  
For the period ended December 31, 2012 and 2011**

	<b>2012</b>	<b>2011</b>
<b>Cash Flows from Operating Activities</b>		
Operating income (loss)	\$ 375,420	\$ 328,196
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	63,017	71,064
allocated from water utility	(8,150)	(9,292)
(Increase) decrease in assets:		
Accounts receivable	(60,389)	2,479
Taxes receivable	5,508	(18,812)
Due from other funds	96,252	(82,180)
Due from MMSD & Other Governments		
Increase (decrease) in liabilities:		
Accounts payable	752,970	445,811
Accrued expenses	345,779	18,220
Due to other funds	2,013	(23,888)
Due to general fund	(1,240,000)	1,240,000
Notes payable		
Compensated absences reserve	(10,522)	2,959
 Total Adjustments	(53,522)	1,646,361
 <b>Net Cash Provided by Operating Activities</b>	<b>\$ 321,898</b>	<b>\$ 1,974,557</b>
 <b>Cash Flows From Capital &amp; Related Financing Activities</b>		
Due from MMSD & Other Governments	(21,055,362)	(2,371,762)
Notes payable	22,064,833	-
Acquisition of capital assets	(44,874)	(26,871)
 <b>Net Cash Provided (Used) in Capital and Financing Activities</b>	<b>964,597</b>	<b>(2,398,633)</b>
 <b>Cash Flows from Investing Activities</b>		
Interest and other income	323,249	38,721
Interest expense	(296,958)	-
 <b>Net Change in Cash and Cash Equivalents</b>	<b>1,312,786</b>	<b>(385,355)</b>
 <b>Cash and Cash Equivalents, beginning of period</b>	<b>371,029</b>	<b>760,033</b>
 <b>Cash and Cash Equivalents, end of period</b>	<b>\$ 1,683,815</b>	<b>\$ 374,678</b>

**City of Franklin**  
**2012 Twelve Month Financial Report**  
**Sanitary Sewer Fund**

The twelve month 2012 financial report for the City of Franklin Sanitary Sewer Fund is attached. Significant fluctuations from the budget are detailed below.

**Operating Revenue**

Sewer service revenue is less than the budget by \$97,940.

**Operating Expenditures**

Sewer service charges to the Milwaukee Metropolitan Sewerage District for the year are \$1,844,370 which is \$121,430 less than the budget.

Shared meter costs with the water utility are allocated at the end of the year and total \$5,242 for 2012.

Other operating expenditures not including MMSD charges are \$146,972 less than the budgeted levels through the year. Slower than expected Sewer improvements is causing this result.

**Non-operating Revenue (Expenditures)**

Investment income from the sewer fund's investible assets is \$5,477 more than the amount budgeted. The report shows an amount for capital contributed by developers and the depreciation on those contributions. There were no capital contributions recorded in 2012. The depreciation is allocated monthly and the actual expense is calculated and adjusted at years end.

**Retained Earnings**

Retained earnings are the measure of the health of the operation. For the year, the retained earnings have increased \$411,705.

**Impact of the Ryan Creek Interceptor Sewer Project**

X In the <sup>first</sup>~~second~~ quarter of 2011 the commitment for the Clean Water Fund loan was received. At 12/31/12 the amounts incurred to date on the RCI sewer project are \$23,999,948 and are shown as a receivable due from MMSD. Amounts previously borrowed from other City funds to make necessary payments have been repaid. Payments received from the State for this project are shown as a note payable due to the Clean Water Fund. The Sewer Fund has made \$211,172 in unreimbursed interest payments on the loan. These funds will be recovered in 2017 from MMSD.

**Sewer Connection Fee**

In addition to the sewer fund operations, the City also collects a sewer connection fee on connections from new and existing construction, to be used to fund sewer construction projects. YTD collection of sewer connection fees in 2012 amounts to \$64,500 and funds on hand at December 31, 2012 totaled \$199,730.

**Franklin Municipal Water Utility  
Comparative Balance Sheet  
December 31, 2012 & 2011**

<b>Assets</b>	<u>2012</u>	<u>2011</u>
Current Assets:		
Cash and investments	\$ 55,565	\$ 1,676,118
Accounts receivable	1,250,651	1,106,874
Taxes receivable	151,144	154,411
Accrued receivables	86,653	3,152
Due from City of Franklin	43,340	16,336
Total current assets	<u>1,587,353</u>	<u>2,956,891</u>
Utility plant in service:		
Land	162,885	162,885
Buildings and improvements	1,833,594	730,075
Construction in Progress	63,237	816,848
Improvements other than buildings	55,299,704	54,344,456
Machinery and equipment	2,111,000	1,913,001
	<u>59,470,420</u>	<u>57,967,265</u>
Less accumulated depreciation	<u>13,728,263</u>	<u>12,662,412</u>
Net utility plant in service	<u>45,742,157</u>	<u>45,304,853</u>
<b>Total Assets</b>	<u><u>\$ 47,329,510</u></u>	<u><u>\$48,261,744</u></u>
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts payable	\$ 724,061	\$ 1,033,155
Accrued liabilities	3,071	3,825
Due to City of Franklin	77,766	400,912
Advance from municipality	297,000	-
Customer deposits	2,300	1,991
Compensated absences reserve	52,775	63,297
<b>Total liabilities</b>	<u>1,156,973</u>	<u>1,503,180</u>
<b>Net Assets</b>		
Invested in capital assets, net of related debt	45,742,157	45,304,853
Retained earnings	430,380	1,453,711
<b>Total net assets</b>	<u>46,172,537</u>	<u>46,758,564</u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 47,329,510</u></u>	<u><u>\$48,261,744</u></u>

**Franklin Municipal Water Utility**  
**Comparative Statement of Revenue, Expenditures,**  
**and Changes in Net Assets**  
**For the period ended December 31, 2012 and 2011**

<b>Operating Revenue</b>	<b>2012</b>	<b>2011</b>
Metered sales:		
Residential	\$ 2,829,528	\$ 2,329,800
Commercial	1,260,849	1,039,892
Industrial	280,374	235,408
Public Authority	281,736	225,854
Total metered sales	<u>4,652,487</u>	<u>3,830,954</u>
Unmetered sales	14,761	4,331
Public fire protection	528,640	539,935
Private fire protection	115,945	109,950
Forfeited discounts and penalties	<u>48,559</u>	<u>53,903</u>
<b>Total Operating Revenue</b>	<u><u>5,360,392</u></u>	<u><u>4,539,073</u></u>
<b>Operating Expenditures</b>		
Operation and maintenance expenses:		
Source of supply	2,874,359	2,304,610
Pumping	155,645	141,089
Water treatment	1,479	4,848
Transmission and distribution	328,370	264,229
Customers' accounts	63,154	61,549
Administrative and general	555,559	410,580
Total operation and maintenance expenses	<u>3,978,566</u>	<u>3,186,905</u>
Depreciation	333,216	315,717
Taxes	<u>1,081,681</u>	<u>997,905</u>
<b>Total Operating Expenditures</b>	<u><u>5,393,463</u></u>	<u><u>4,500,527</u></u>
<b>Operating Income (Loss)</b>	<u><u>(33,071)</u></u>	<u><u>38,546</u></u>
<b>Non-Operating Revenue (Expenses)</b>		
Sundry	125,349	48,922
Interest on investments	(1,808)	9,218
Gain(Loss) on Abandoned Property	-	-
Depreciation - CIAC	(728,409)	(723,406)
<b>Total Non-Operating Revenue (Expenses)</b>	<u><u>(604,868)</u></u>	<u><u>(665,266)</u></u>
<b>Income before Capital Contributions</b>	<u><u>(637,939)</u></u>	<u><u>(626,720)</u></u>
<b>Capital Contributions-Developer &amp; Municipality</b>	<u><u>51,912</u></u>	<u><u>627,602</u></u>
<b>Net change in net assets</b>	<u><u>(586,027)</u></u>	<u><u>882</u></u>
<b>Net Assets, beginning of period</b>	<u><u>46,758,564</u></u>	<u><u>46,757,681</u></u>
<b>Net Assets, end of period</b>	<u><u>\$ 46,172,537</u></u>	<u><u>\$46,758,563</u></u>

**Franklin Municipal Water Utility**  
**Comparative Statement of Cash Flows**  
**For the period ended December 31, 2012 and 2011**

	<b>2012</b>	<b>2011</b>
<b>Cash Flows from Operating Activities</b>		
Operating income (loss)	\$ (33,071)	\$ 38,546
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	333,216	315,717
Depreciation-shared meters	8,150	9,292
(Increase) decrease in assets:		
Accounts receivable	(143,777)	(16,417)
Due from other funds	(27,004)	24,382
Taxes receivable	3,267	7,776
Accrued receivables	(83,501)	(1,091)
Prepaid expenses	-	-
Increase (decrease) in liabilities:		
Accounts payable	(309,094)	517,283
Accrued expenses	(754)	1,981
Due to other funds	(323,146)	314,062
Advance from municipality	297,000	-
Customer deposits	309	(609)
Compensated absences reserve	(10,522)	2,959
Total Adjustments	(255,856)	1,175,335
<b>Net Cash Provided (Used) by Operating Activities</b>	(288,927)	1,213,881
 <b>Cash Flows From Capital &amp; Related Financing Activities</b>		
Acquisition of capital assets	(1,455,167)	(956,832)
Interest paid on long term debt	-	-
Principal on long term debt	-	-
<b>Net Cash Provided (Used) in Capital and Financing Activities</b>	(1,455,167)	(956,832)
 <b>Cash Flows from Investing Activities</b>		
Interest, property rental & other income	123,541	58,140
<b>Net Change in Cash and Cash Equivalents</b>	(1,620,553)	315,189
<b>Cash and Cash Equivalents, beginning of period</b>	1,676,118	1,360,929
<b>Cash and Cash Equivalents, end of period</b>	\$ 55,565	\$ 1,676,118

**Franklin Municipal Water Utility**  
**Detailed Statement of Revenue, Expenditures**  
**and Changes in Net Assets**  
**For the period ended December 31, 2012 and 2011**

Account Number	Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
<b>Operating Revenue</b>					
65.44611	Metered Sales-Residential	\$ 2,371,000	\$ 2,371,000	\$ 2,829,528	\$ 2,329,800
65.44612	Metered Sales-Commercial	1,202,000	1,202,000	1,260,849	1,039,892
65.44613	Metered Sales-Industrial	245,000	245,000	280,374	235,408
65.44614	Other Sales to Public Authority	226,000	226,000	281,736	225,854
	<b>Total Metered Sales</b>	<b>4,044,000</b>	<b>4,044,000</b>	<b>4,652,487</b>	<b>3,830,954</b>
65.44600	Unmetered Sales	-	-	14,761	4,331
65.44620	Private Fire Protection	116,000	116,000	115,945	109,950
65.44630	Public Fire Protection	561,000	561,000	528,640	539,935
65.44700	Forfeited Discount	60,000	60,000	48,559	53,903
	<b>Total Operating Revenue</b>	<b>\$ 4,781,000</b>	<b>\$ 4,781,000</b>	<b>\$ 5,360,392</b>	<b>\$ 4,539,073</b>
<b>Operating Expenditures</b>					
<b>Operation and maintenance expense</b>					
65.751.56010	Source of Supply-Oper Labor	\$ 1,000	\$ 1,000	\$ 712	\$ 197
65.751.56011	Operations Supplies & Expense	9,700	9,700	9,265	9,399
65.751.56020	Wholesale Water	2,400,000	2,400,000	2,863,553	2,294,632
65.751.56171	Maint of Water Source plant	4,000	4,000	829	382
	<b>Source of Supply</b>	<b>2,414,700</b>	<b>2,414,700</b>	<b>2,874,359</b>	<b>2,304,610</b>
65.751.56230	Pumping-Fuel	45,000	45,000	55,034	45,320
65.751.56240	Pumping-Operations Labor	75,000	75,000	89,221	81,937
65.751.56241	Pumping-Operations Expense	-	-	-	-
65.751.56330	Pumping-Main Labor Pumping	2,000	2,000	1,053	1,056
65.751.56331	Pumping-Main Expense Pumping	4,500	4,500	10,337	12,776
	<b>Pumping</b>	<b>126,500</b>	<b>126,500</b>	<b>155,645</b>	<b>141,089</b>
65.751.56410	Water Treat Chemicals	500	500	-	-
65.751.56420	Water Treat Operation Labor	500	500	-	385
65.751.56421	Water Treat Tests	5,000	5,000	1,068	3,918
65.751.56520	Water Treat Maint Labor	500	500	235	397
65.751.56521	Water Treat Maint Expenses	500	500	176	148
	<b>Water Treatment</b>	<b>7,000</b>	<b>7,000</b>	<b>1,479</b>	<b>4,848</b>
65.751.56612	Storage Software Maintenance	2,000	2,000	2,670	1,613
65.751.56620	Trans & Distr Labor	30,750	30,750	37,725	51,367
65.751.56621	Trans & distr Supp Exp	26,000	26,000	17,554	17,935
65.751.56622	Trans & Distr Safety Supplies & Expense	2,000	2,000	403	496
65.751.56720	Maint Labor-Distr Reservoir	4,000	4,000	757	-
65.751.56721	Maint Expenses-Distr Reservoir	4,000	4,000	7,265	4,563
65.751.56730	Maintenance Labor-Mains	20,800	20,800	10,321	6,088
65.751.56731	Maintenance Expense-Mains	25,000	25,000	69,990	25,547
65.751.56732	Locating Labor-Mains	12,150	12,150	3,480	465
65.751.56750	Maint Labor-Services	10,400	10,400	25,085	10,137
65.751.56751	Maint Expense-Services	44,000	44,000	65,611	32,727
65.751.56752	Locating Labor-Services	12,000	12,000	20,537	20,829
65.751.56760	Maint Labor-Meters	35,000	35,000	7,209	37,267
65.751.56761	Maint Expenses-Meters	3,000	3,000	523	1,524
65.751.56770	Maint Labor-Hydrants	17,500	17,500	13,982	17,945
65.751.56771	Maint Expenses-Hydrants	12,000	12,000	11,944	15,822
65.751.56780	Maint Labor-Plant	10,200	10,200	21,027	14,173
65.751.56781	Maint Expenses-Plant	15,000	15,000	12,287	5,731
	<b>Transmission &amp; Distribution</b>	<b>285,800</b>	<b>285,800</b>	<b>328,370</b>	<b>264,229</b>



**Franklin Municipal Water Utility**  
**Detailed Statement of Revenue, Expenditures**  
**and Changes in Net Assets**  
**For the period ended December 31, 2012 and 2011**

Account Number	Account Description	Annual Budget	Year to Date Budget	Current Year to Date	Prior Year to Date
65.751.59020	Meter Reading Labor	7,500	7,500	6,579	7,367
65.751.59030	Acct & Collection Labor	22,250	22,250	22,898	23,767
65.751.59031	Acctg & Coll Payroll Exp	12,950	12,950	11,700	11,700
65.751.59032	Supplies & Expense	14,800	14,800	8,321	7,563
65.751.59033	Bank Fees	10,150	10,150	7,669	8,090
65.751.59040	Uncollectible Accounts	-	-	5,987	3,062
	<b>Customer Accounts</b>	<b>67,650</b>	<b>67,650</b>	<b>63,154</b>	<b>61,549</b>
65.751.59200	Admin & General Salaries-Leave Time	-	-	-	-
65.751.59201	Admin & General Payroll Exp	49,300	49,300	48,500	48,500
65.751.59210	Office Supplies	1,000	1,000	1,790	2,710
65.751.59211	Conferences/Dues/Subscriptions	4,000	4,000	4,719	4,540
65.751.59212	Mileage	1,000	1,000	378	810
65.751.59230	Outside Services	44,000	44,000	221,895	51,823
65.751.59240	Property Insurance	25,050	25,050	22,661	28,300
65.751.5926x	Employee Leave Time & Benefits	237,200	237,200	229,239	248,755
65.751.59280	Regulatory Commision Exp	5,000	5,000	3,953	5,377
65.751.59300	Misc General Expense	1,000	1,000	5,849	1,225
65.751.59320	Maintenance of General Plant	2,000	2,000	16,423	18,282
65.751.59321	Transportation Expenses	19,500	19,500	152	258
	<b>Administrative and general</b>	<b>389,050</b>	<b>389,050</b>	<b>555,559</b>	<b>410,580</b>
	<b>Total Operation and Maintenance Expenditures</b>	<b>3,290,700</b>	<b>3,290,700</b>	<b>3,978,566</b>	<b>3,186,905</b>
65.761.54030	<b>Depreciation</b>	<b>350,000</b>	<b>350,000</b>	<b>333,216</b>	<b>315,717</b>
65.761.54080	<b>Taxes-Property Tax Equivalent</b>	<b>1,049,600</b>	<b>1,049,600</b>	<b>1,057,722</b>	<b>972,747</b>
65.761.54081	<b>Taxes-FICA</b>	<b>24,700</b>	<b>24,700</b>	<b>23,959</b>	<b>25,158</b>
	<b>Total Operating Expenditures</b> <sup>2</sup>	<b>4,715,000</b>	<b>4,715,000</b>	<b>5,393,463</b>	<b>4,500,527</b>
	<b>Operating Income</b>	<b>\$ 66,000</b>	<b>\$ 66,000</b>	<b>\$ (33,071)</b>	<b>\$ 38,546</b>
	<b>Non-Operating Revenue (Expenditures)</b>				
65.44190	Interest Income	10,000	10,000	(1,808)	9,218
65.44210	Misc Revenue	2,000	2,000	3,472	7,767
65.44720	Water Property Rent	33,000	33,000	120,623	39,470
65.44740	Other Water Revenue	-	-	1,254	1,685
	<b>Total non-operating revenue</b>	<b>45,000</b>	<b>45,000</b>	<b>123,541</b>	<b>58,140</b>
	<b>Income before capital contributions</b>	<b>\$ 111,000</b>	<b>\$ 111,000</b>	<b>\$ 90,470</b>	<b>\$ 96,686</b>
	Retained earnings - beginning	1,453,711	1,453,711	1,453,711	1,988,848
	Transfer (to) from invested in capital assets	(1,735,680)	(1,735,680)	(1,113,801)	(631,823)
	<b>Retained earnings - ending</b>	<b>\$ (170,969)</b>	<b>\$ (170,969)</b>	<b>\$ 430,380</b>	<b>\$ 1,453,711</b>
65.44990	Capital contributions	750,000	750,000	51,912	627,602
65.54031	Depreciation - CIAC	(736,000)	(736,000)	(728,409)	(723,406)
	Transfer (to) from retained earnings	1,735,680	1,735,680	1,113,801	631,823
	Change in net investment	1,407,742	(327,938)	437,304	536,019
	Net investment in capital assets - beginning	45,304,853	45,304,853	45,304,853	44,768,834
	<b>Net investment in capital assets - ending</b>	<b>\$ 46,712,595</b>	<b>\$ 44,976,915</b>	<b>\$ 45,742,157</b>	<b>\$ 45,304,853</b>
	<b>Total net assets</b>	<b>\$ 46,541,626</b>	<b>\$ 44,805,946</b>	<b>\$ 46,172,537</b>	<b>\$ 46,758,564</b>

**Franklin Municipal Water Utility**  
**Notes to the Financial Statements**  
**For the period ended December 31, 2012 and 2011**

- <sup>1</sup> Operating revenue is above budgeted levels for the year due to rate increases.
- <sup>2</sup> Operating expenditures are over budget for the year due to the rate case costs and wholesale water. Water lost due to main and lateral breaks increased in 2012 with draught conditions putting pressure on pipes.
- <sup>3</sup> The Puetz Rd. booster pump station is now complete. Expenditures in 2012 totaled \$755,566 and a total of \$1,543,384 was transferred out of construction in progress to various fixed asset accounts. Expenditures on the Drexel Ave. watertower totaled \$603,095.

**Water Connection Fee**

Prior to May 31, 2002, the City collected a water connection fee on new construction and connections to existing properties, to be used to fund water main construction projects. The water connection fees on hand on September 30, 2012 total \$65,571.

**Water Impact Fee**

Since May 31, 2002 a water impact fee on residential and commercial replaced the water connection fee on new residential construction. Water Impact Fees collected in 2012 total \$233,136 and funds on hand on December 31, 2012 total \$616,586.

Deferred oversizing costs amounting to \$3,700 will need to be paid out of impact during the next year plus.

**City of Franklin**  
**Development Fund**  
**Summary of Impact Fee Activity**  
**For the twelve months ended December 31, 2012**

Cash Acct Revenue Acct Expenditure Acct	4291/7510.5828 Parks/Recreation Development	4293 Needs Assessment	4294 Water	4295 Transportation	4296 Fire Protection	4297 Law Enforcement	4299 Library	27.1100.1111 -27.2000.2117 Net Cash Balance
<b>Beginning Bal, 12/31/11</b>	1,994,760.79	61,919.78	370,601.84	56,997.74	34,761.74	23,888.07	14,765.09	3,900,589.73
<b>1st Quarter</b>								
Impact Fees	46,161.00	1,045.00	31,352.00	3,302.00	5,886.00	10,927.00	9,674.00	108,347.00
Expenditures	<u>2,040,921.79</u>	<u>62,964.78</u>	<u>(1,850.00)<sup>2</sup></u> 400,103.84	<u>(57,843.50)<sup>1</sup></u> 2,456.24	<u>(35,644.75)<sup>1</sup></u> 5,002.99	<u>(30,000.00)<sup>1</sup></u> 4,815.07	<u>(15,000.00)<sup>1</sup></u> 9,439.09	<u>(140,338.25)</u> 3,868,598.48
Transfers								0.00
Investment Income	9,718.92	300.75	1,856.05	143.18	95.76	69.12	58.29	18,710.11
<b>Ending balance 3/31/2012</b>	<b>2,050,640.71</b>	<b>63,265.53</b>	<b>401,959.89</b>	<b>2,599.42</b>	<b>5,098.75</b>	<b>4,884.19</b>	<b>9,497.38</b>	<b>3,887,308.59</b>
<b>2nd Quarter</b>								
Impact Fees	54,255.00	935.00	42,210.00	4,267.00	7,103.00	13,156.00	11,370.00	133,296.00
Expenditures	<u>2,104,895.71</u>	<u>64,200.53</u>	<u>444,169.89</u>	<u>6,866.42</u>	<u>12,201.75</u>	<u>18,040.19</u>	<u>20,867.38</u>	<u>4,020,604.59</u>
Transfers								0.00
Investment Income	2,298.98	70.52	468.11	5.24	9.57	12.68	16.80	4,374.92
<b>Ending balance 6/30/2012</b>	<b>2,107,194.69</b>	<b>64,271.05</b>	<b>444,638.00</b>	<b>6,871.66</b>	<b>12,211.32</b>	<b>18,052.87</b>	<b>20,884.18</b>	<b>4,024,979.51</b>
<b>3rd Quarter</b>								
Impact Fees	119,578.00	3,520.00	124,868.00	48,738.00	34,563.00	63,766.00	25,072.00	420,105.00
Expenditures	<u>2,226,772.69</u>	<u>(6,550.50)</u>	<u>(15,567.50)<sup>1</sup></u>	<u>(15,567.50)<sup>1</sup></u>	<u>(7,291.38)<sup>1</sup></u>	<u>81,818.87</u>	<u>45,956.18</u>	<u>(29,409.38)</u>
Transfers								0.00
Investment Income	34,815.99	1,008.27	8,146.91	376.87	415.27	802.30	536.95	67,806.18
<b>Ending balance 9/30/2012</b>	<b>2,261,588.68</b>	<b>62,248.82</b>	<b>577,652.91</b>	<b>40,419.03</b>	<b>39,898.21</b>	<b>82,621.17</b>	<b>46,493.13</b>	<b>4,483,481.31</b>
<b>4th Quarter</b>								
Impact Fees	43,404.00	660.00	34,706.00	864.00	4,452.00	8,292.00	10,352.00	102,730.00
Expenditures	<u>2,304,992.68</u>	<u>62,908.82</u>	<u>612,358.91</u>	<u>41,283.03</u>	<u>44,350.21</u>	<u>90,913.17</u>	<u>56,845.13</u>	<u>4,586,211.31</u>
Transfer								0.00
Investment Income	16,222.75	444.62	4,227.51	290.25	299.29	616.48	367.11	32,220.03
<b>Ending balance 12/31/2012</b>	<b>2,321,215.43</b>	<b>63,353.44</b>	<b>616,566.42</b>	<b>41,573.28</b>	<b>44,649.50</b>	<b>91,529.65</b>	<b>57,212.24</b>	<b>4,618,431.34</b>
Number of Months	<b>272.48</b>		<b>35.90</b>	<b>31.89</b>	<b>23.32</b>	<b>25.80</b>	<b>20.08</b>	
Year-to-Date Impact Fees	263,398.00	6,160.00	233,136.00	57,171.00	52,004.00	96,141.00	56,468.00	764,478.00
2011 Impact Fees	163,106.00	4,455.00	206,113.00	15,642.00	22,976.00	42,570.00	34,196.00	489,058.00
2010 Impact Fees	145,479.00	3,025.00	364,015.00	60,696.00	42,681.00	78,721.00	30,512.00	725,129.00
* Funded by an Administrative Fee not an impact fee								
Scheduled Debt Payment (P&I - 2012)			73,411.00		42,936.13	205,034.50	133,027.53	
1 Debt service payments			957,999.74		448,700.00	1,984,400.00	1,195,029.83	
2 Oversizing payments made			3,700.00					
								Oversizing payments due in future periods

**City of Franklin**  
**Development Fund Financial Report**  
**For the twelve months ended December 31, 2012**

Effective with all permits applied for after May 31, 2002, in accordance with our Impact Fee Ordinance 2002-1712 new impact fees were adopted. The fees are automatically increased 5% in January of each year. The components of the fees for 2012 are as follows.

	Single Family	Two Family	Multi Family per Unit
Park and Playground Facilities	\$ 3,617.00	\$ 7,234.00	\$ 2,298.00
Fire Protection Facilities	371.00	742.00	245.00
Law Enforcement Facilities	691.00	1,382.00	457.00
Water system <sup>1</sup> per every 169 gallons of daily use	1,876.00	3,752.00	1,786.00 <sup>1</sup>
Transportation Facilities	72.00	144.00	48.00
Administrative Fee	72.00	144.00	55.00
Library Facilities	758.00	1,516.00	482.00
	<b>\$ 7,457.00</b>	<b>\$14,914.00</b>	<b>\$ 5,371.00</b>

In addition to the above, there is an established commercial impact fee of \$.353 psf, an industrial impact fee of \$.092 psf and an institutional impact fee of \$.500 psf. There is also a charge on each commercial, industrial or institutional building for water of \$1,470 per REC (residential equivalency) and an administrative fee of \$55 for the first 10,000 sq. ft. plus \$55 for each additional 10,000 sq. ft.

The funds generated are available for capital projects or related debt service of those municipal activities. Interest revenue is credited to each account balance.

**City of Franklin  
Park Commission  
Statement of Revenue and Expenses  
For the Twelve months ended December 31, 2012**

	<u>2012 Adopted Budget</u>	<u>2012 Year-to-Date Budget</u>	<u>Current Year-to-Date Totals</u>
<b>General Fund Operating Expenses:</b>			
Personal Services	\$ 109,659	\$ 109,659	\$ 126,711
Park Maintenance	11,900	11,900	11,893
Uniforms	250	250	248
Allocated insurance	4,700	4,700	4,916
Mileage	500	500	132
Utilities	7,000	7,000	1,705
Total Operating Fund Expenses	<u>\$ 134,009</u>	<u>\$ 134,009</u>	<u>\$ 145,605</u>
<b>Capital Outlay Fund Expenses:</b>			
Landscaping-Park/Tree Maint	\$ 3,500	\$ 3,500	\$ 3,651
Park Improvements-Development	3,000	3,000	3,071
Park Equipment & Supplies	10,000	10,000	10,007
Total Capital Outlay Expenditures	<u>\$ 16,500</u>	<u>\$ 16,500</u>	<u>\$ 16,729</u>
<b>Development Fund Expenses:</b>			
Appraisal services	\$ -	\$ -	\$ -
Transfer to Capital Improvement Fund	-	-	-
Total Capital Improvement Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
<b>Capital Improvement Fund Expenses:</b>			
Park Improvements	\$ -	\$ -	\$ -
Jack Workman Park	-	-	-
Legend Park	-	-	-
Total Capital Improvement Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Less Impact Fees Transfer	<u>-</u>	<u>-</u>	<u>-</u>
Amount Due From Impact Fees	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>